

April 13, 2006

Mr. Carl-Henric Svanberg
President and Chief Executive Officer
LM Ericsson Telephone Co.
Torshamnsgatan 23
Kista
Stockholm, 16483

Dear Mr. Svanberg:

We are writing to you in an effort to obtain information necessary for the fulfillment of our respective fiduciary responsibilities. We are a group of institutional shareowners that collectively own 60,091,780 shares of your company. Ericsson has been identified by various sources as doing business in Sudan. In recent months, it has been suggested that companies that do business in Sudan may thereby be furthering or condoning the nation's support for terrorism or the egregious human rights violations currently occurring in that country. We are deeply concerned that any possible connection between your company and the terrorist activities or the violation of humanitarian rights taking place in Sudan may negatively affect your business and our investment in Ericsson. We believe that any association with the atrocities taking place in Sudan by Ericsson poses a serious risk to your ability to create sustainable and responsible long-term value.

In several states, legislation has been introduced or is being publicly discussed that will have an impact upon investments in companies doing business in or with Sudan. Connecticut currently has pending legislation that will allow the Treasurer to divest, decide not to further invest state funds, and not enter into any future investment in any company doing business in Sudan or in any security or instrument issued by Sudan. In California, a legislative resolution encourages the California Public Employees' Retirement System and the California State Teachers' Retirement System to encourage companies in which they invest in to act responsibly and not take actions that promote or otherwise enable human rights violations in the Sudan. The Illinois State Legislature was the first to pass legislation prohibiting investments in "forbidden entities" doing business in or with the government of Sudan. Other states have followed Illinois' example and passed Sudan divestment legislation such as New Jersey and Oregon.

In addition, Sudan is not only designated as a terrorist sponsoring country by the United States government, but is also embroiled in domestic conflicts in which the United Nations Commission of Inquiry on Darfur established that the Sudanese government and militias are responsible for serious violations of international human rights and humanitarian law amounting to crimes under international law. As shareowners, we are troubled that our investments may be injured by the perception that companies that do business in Sudan may be furthering or condoning the egregious human rights violations currently occurring there.

Since your company has been identified as doing business in Sudan, we feel compelled to seek the information directly from you. Therefore, we are requesting full disclosure of your direct or indirect business activities in Sudan so that we, as fiduciaries, can accurately assess the risk associated with your activities there and make informed investment decisions. We understand that Ericsson may have received similar requests from other shareowners as this issue is a significant concern for a large number of investors. Thus, we have pooled our efforts in an attempt to provide your company with the opportunity to communicate with us as a group rather than on an individual basis.

We request that you answer the following questions:

- (1) Does Ericsson, a subsidiary of Ericsson, or joint venture thereof ("Affiliated Business Entity") engage in any direct or indirect business activity in Sudan? If yes, identify the name and nature of such business and how long has such business been taking place?
- (2) What portion of Ericsson's or any Affiliated Business Entity's current revenue stream is from any direct or indirect business activity in Sudan, and what portion of the company's or Affiliated Business Entity's total assets were used to earn said revenue?
- (3) Has Ericsson or any Affiliated Business Entity made a capital investment in Sudan?
- (4) Has any Ericsson or Affiliated Business Entity entered into any licensing agreement with the Sudan government in order to engage in current or future business activities?
- (5) Is Ericsson or Affiliated Business Entity doing any business with a corporation that is owned by the Sudan government?
- (6) How many Ericsson or Affiliated Business Entity employees are in Sudan?
- (7) What fees and/or taxes do Ericsson and/or any Affiliated Business Entity pay to the Sudan government and what are the fees and/or taxes for?
- (8) Has your company adopted and implemented policies and procedures for operating in Sudan?
- (9) Has Ericsson or any Affiliated Business Entity done anything to promote and/or protect human rights from the atrocities taking place in Sudan?

We are requesting a written response to our requests by May 12, 2006. Please send the written response to:

Dennis Johnson
Senior Portfolio Manager
California Public Employees' Retirement System
Lincoln Plaza East
400 Q Street, Suite E4800
Sacramento, CA 95814

Please contact Dennis Johnson at (916) 795-2731 if you have any questions.

Sincerely,

Alan G. Hevesi
New York State Comptroller

Howard G. Rifkin, Deputy Treasurer
State of Connecticut

Christianna Wood, Senior Investment Officer
California Public Employees' Retirement System

CC: Ericsson Board of Directors